VERMONT STUDENT ASSISTANCE CORPORATION



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To: Senator Brian Campion, Chair, Senate Committee on Education From: Thomas A. Little, Esq., VSAC General Counsel

Date: April 17, 2024

Re: Proposed Substitute Language for Section 8 of H. 874 (as passed by the House).

A. Section 8 of H. 874 (as passed by the House):

Sec. 8. 16 V.S.A. § 2828 is added to read: § 2828. PLANNING RESOURCES

The Corporation shall include information regarding all military-related options available for postsecondary planning and financial aid opportunities in all planning resources it produces.

B. VSAC's proposed substitute language for Section 8 of H. 874, which revises the language and move the provision into the existing National Guard subchapter of the VSAC statutes (subchapter 4A of Chapter 87, Title 16).

Sec. 8. 16 V.S.A. § 2858(h) is added to read:

§ 2857(h). Planning resources.

The Corporation's print and website financial aid and planning publications for postsecondary education and training resources will include Vermont National Guard and United States armed forces options relevant to each publication.

As testified to the Committee, the current Section 8 of H. 874 uses "all" in two places, making it unclear how VSAC could administer the provision as intended. VSAC's proposed substitute text would align with its longstanding practices of working collaboratively with the Guard (and others) to insert references where they make sense.

C. Below is the current Subchapter 4A of Chapter 87 of Title 16, with the proposed language highlighted.

Subchapter 4A: National Guard

§ 2857. Vermont National Guard Tuition Benefit Program

- (a) Program creation. The Vermont National Guard Tuition Benefit Program (Program) is created, under which a member of the Vermont National Guard (member) who meets the eligibility requirements in subsection (c) of this section is entitled to the following tuition benefit for up to full-time attendance:
- (1) For courses at any Vermont State College institution or the University of Vermont and State Agricultural College (UVM), the benefit shall be the in-state residence tuition rate for the relevant institution.
- (2) For courses at any eligible Vermont private postsecondary institution, the benefit shall be the in-state tuition rate charged by UVM.
- (3) For courses at an eligible training institution offering nondegree, certificate training, or continuing education programs, the benefit shall be the lower of the institution's standard tuition or the in-state tuition rate charged by UVM.
- (4) For courses at a non-Vermont approved postsecondary education institution approved for federal Title IV funding where the degree program is not available in Vermont, the benefit shall be the in-state tuition rate charged by UVM.
- (b) Tuition benefit. The tuition benefit provided under the Program shall be paid on behalf of the member by the Vermont Student Assistance Corporation (VSAC), subject to the appropriation of funds by the General Assembly specifically for this purpose. An eligible Vermont postsecondary institution that accepts or receives the tuition benefit on behalf of a member shall charge the member the tuition rate for an in-state student. The amount of tuition for a member who attends an educational institution under the Program on less than a full-time basis shall be reduced to reflect the member's course load in a manner determined by VSAC under subdivision (f)(1) of this section. The tuition benefit shall be conditioned upon the member's executing a promissory note obligating the member to repay the member's tuition benefit, in whole or in part, if the member fails to complete the period of Vermont National Guard service required in subsection (d) of this section, or if the member's benefit is terminated pursuant to subdivision (e)(1) of this section.
- (c) Eligibility.
- (1) To be eligible for the Program, an individual, whether a resident or nonresident, shall satisfy all of the following requirements:
- (A) be an active member of the Vermont National Guard;
- (B) have successfully completed basic training;
- (C) be enrolled at UVM, a Vermont State College, or any other college or university located in Vermont in a program that leads to an undergraduate certificate or degree or at an eligible training institution in a program that leads to a certificate or other credential recognized by VSAC;

- (D) have not previously earned an undergraduate bachelor's degree;
- (E) continually demonstrate satisfactory academic progress as determined by criteria established by the Vermont National Guard and VSAC, in consultation with the educational institution at which the individual is enrolled under the Program;
- (F) have used available post-September 11, 2001 tuition benefits and other federally funded military tuition assistance; provided, however, that this subdivision shall not apply to:
- (i) tuition benefits and other federally funded military tuition assistance for which the individual has not yet earned the full amount of the benefit or tuition;
- (ii) Montgomery GI Bill benefits;
- (iii) post-September 11, 2001 educational program housing allowances;
- (iv) federal educational entitlements;
- (v) National Guard scholarship grants:
- (vi) loans under section 2856 of this title; and
- (vii) other nontuition benefits; and
- (G) have submitted a statement of good standing to VSAC signed by the individual's commanding officer within 30 days prior to the beginning of each semester.
- (2) An individual may receive more than one undergraduate certificate or other credential recognized by VSAC under the Program, provided that the cost of all certificates and credentials received by the individual under the Program does not exceed the full-time in-state tuition rate charged by UVM for completion of an undergraduate baccalaureate degree.
- (d) Service commitment.
- (1) For each full academic year of attendance under the Program, a member shall be required to serve two years in the Vermont National Guard in order to receive the full tuition benefit under the Program.
- (2) If a member's service with the Vermont National Guard terminates before the member fulfills this two-year service commitment, other than for good cause as determined by the Vermont National Guard, the individual shall reimburse VSAC a pro rata portion of the tuition paid under the Program pursuant to the terms of an interest-free reimbursement promissory note signed by the individual at the time of entering the Program.

- (3) For members participating in the Program on a less than full-time basis, the member's service commitment shall be at the rate of one month of Vermont National Guard service commitment for each credit hour, not to exceed 12 months of service commitment for a single semester.
- (e) Termination of tuition benefit.
- (1) The Office of the Vermont Adjutant and Inspector General may terminate the tuition benefit provided an individual under the Program if:
- (A) the individual's commanding officer revokes the statement of good standing submitted pursuant to subdivision (c)(7) of this section as a result of an investigation or disciplinary action that occurred after the statement of good standing was issued;
- (B) the individual is dismissed from the educational institution in which the individual is enrolled under the Program for academic or disciplinary reasons; or
- (C) the individual withdraws without good cause from the educational institution in which the individual is enrolled under the Program.
- (2) If an individual's tuition benefit is terminated pursuant to subdivision (1) of this subsection, the individual shall reimburse VSAC for the tuition paid under the Program, pursuant to the terms of an interest-free reimbursement promissory note signed by the individual at the time of entering the Program; shall be responsible on a pro rata basis for the remaining tuition cost for the current semester or any courses in which the individual is currently enrolled; and shall be ineligible to receive future tuition benefits under the Program.
- (3) If an individual is dismissed for academic or disciplinary reasons from any postsecondary educational institution before receiving tuition benefits under the Program, the Office of the Adjutant and Inspector General may make a determination regarding the individual's eligibility to receive tuition benefits under the Program.
- (f) Adoption of policies, procedures, and guidelines.
- (1) VSAC, in consultation with the Office of the Adjutant and Inspector General, shall adopt policies, procedures, and guidelines necessary to implement the provisions of this section, which shall include eligibility, application, and acceptance requirements, proration of service requirements for academic semesters or attendance periods shorter than one year, data sharing guidelines, and the criteria for determining "good cause" as used in subdivisions (d)(2) and (e)(1)(C) of this section.
- (2) Each educational institution participating in the Program shall adopt policies and procedures for the enrollment of members under the Program. These policies and procedures shall be consistent with the policies, procedures, and guidelines adopted by VSAC under subdivision (1) of this subsection.
- (g) Reports.

- (1) On or before November 1 of each year, the President, Chancellor, or equivalent position of each educational institution that participated in the Program during the immediately preceding school year shall report to the Vermont National Guard and VSAC regarding the number of members enrolled at its institution during that school year who received tuition benefits under the Program and, to the extent available, the courses or program in which the members were enrolled.
- (2) On or before January 15 of each year, the Vermont National Guard and VSAC shall report these data and other relevant performance factors, including information pertaining to the achievement of the goals of this entitlement program and the costs of the Program to date, to the Governor, the House and Senate Committees on Education, and the House Committees on Appropriations and on General, Housing, and Military Affairs. The provisions of 2 V.S.A. § 20(d), expiration of reports, shall not apply to the reports to be made under this subsection.
- (h) Planning resources. The Corporation's print and website financial aid and planning publications for postsecondary education and training resources will include Vermont National Guard and United States armed forces options relevant to each publication.